

Rapides Parish Sheriff

Alexandria, Louisiana

June 30, 2010

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Release Date 1/19/11

**Rapides Parish Sheriff
Alexandria, Louisiana**

June 30, 2010

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**Rapides Parish Sheriff
Alexandria, Louisiana**

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PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1945

Independent Auditor's Report

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Rapides Parish Sheriff, Alexandria, Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Rapides Parish Sheriff's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Rapides Parish Sheriff, as of June 30, 2010, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2010, on our consideration of the Rapides Parish Sheriff's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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PAYNE, MOORE & HERRINGTON, LLP

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of funding progress on pages 4 through 11 and 42 through 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Rapides Parish Sheriff's financial statements as a whole. The accompanying financial information listed as "Supplemental Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The supplemental information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Payne, Moore & Herrington, LLP

Certified Public Accountants

December 10, 2010

Required Supplemental Information – Part I

Management's Discussion and Analysis

Rapides Parish Sheriff
June 30, 2010

Management's Discussion and Analysis

The following discussion and analysis of the Rapides Parish Sheriff's financial performance provides an overview of the financial activity for the fiscal year ending June 30, 2010. This analysis should give the reader a snapshot of the financial health of the Rapides Parish Sheriff's Office as of that date and an indication of the strengths and weaknesses for the next few years.

Financial Highlights

- With the economy remaining sluggish, the department has again amended its sales tax revenue budget lower. This marks the second time since the inception of the ½ sales tax that sales tax revenue has not increased from the previous years.
- The final amended budget for the year ending June 30, 2010, projected revenues were \$36.04 million and expenditures were \$36.59 million, reflecting an anticipated deficit of \$.55 million dollars with an estimated ending Fund Balance in the General Fund of \$8.8 million.
- Actual Fund Balance in the General Fund at June 30, 2010 is \$9.1 million, a decrease of \$.323 million dollars from the prior year. Revenues and transfers from other funds were \$36.1 million while expenditures and transfers out were \$36.4 million.
- Sales tax receipts during the fiscal year were \$11.1 million and ad valorem taxes were \$10.1 million. Combined, these two revenue sources decreased \$.497 million from the previous year. These two taxes totaled \$21.2 million, or 59% of all revenue in the General Fund. The other major revenue sources in the General Fund are reimbursements for housing prisoners of \$8.4 million, and Federal and State grants of \$3.7 million.
- Compensated absences, which total \$1.32 million, and postemployment benefit obligations of \$2.55 million are the only long term liabilities of the Rapides Parish Sheriff's Office.
- Total assets were slightly lower compared to the previous year due to the depreciation of capital assets. Total net assets from all Governmental Fund activities at year-end are \$20.31 million.

Understanding This Annual Report

The annual report consists of a series of financial statements and notes or explanations to those financial statements. The Statements of Net Assets and the Statement of Activities (on pages 14 & 15) provide information about the Sheriff's Office as a whole. Fund Financial Statements, which present information for specific activities or objectives, begin on page 17. The Notes to Basic Financial Statements present information that help explain the transactions and balances shown in the Government-Wide Financial Statements and the individual Fund Financial Statements. The Notes begin on page 23.

After the Notes to Basic Financial Statements, this report contains some supplementary information. Some is required and some is provided because of the importance of the data. For example, the Statement of General Fund Expenditures beginning on page 49 reports departmental expenses and compares these to the budget allocated to these departments. This provides the reader a detailed analysis of the General Fund expenses and the budget management by those department managers. One important method of analyzing the financial strength of any governmental entity is comparing current year data and balances to prior years. This will indicate the direction, or trend, in which the entity may be heading. This management's discussion and analysis will show some of those comparisons.

**Rapides Parish Sheriff
June 30, 2010**

Management's Discussion and Analysis

- Reporting the Sheriff's Office as a Whole

As indicated earlier, the Statement of Net Assets and the Statement of Activities report information about the Sheriff's Office as a whole. The Statement of Net Assets reports the assets (cash, investments, receivables, inventories, prepaid expenses, and capital assets) minus liabilities (accounts payable and other obligations). The resulting sum is the net assets of the Sheriff's Office as of June 30, 2010.

An analysis of the components of the Statement of Net Assets from year to year will give the reader an indication of whether the Sheriff's financial position is improving or whether it is getting worse. There are, however, other indicators that are not in the financial statements that need to be taken into consideration when assessing financial condition. For instance, since more than 50% of the Sheriff's revenues are sales taxes and property taxes, the economic conditions in the area should also be considered.

The Statement of Activities is similar to a profit and loss statement that you would see in a business enterprise. However, instead of reporting net profit or loss, income less expenses is reported as the Change in Net Assets. The Statement shows the extent to which operations of the Sheriff's Office are supported by general revenues, such as taxes and investment earnings, and how much is funded by resources raised within the Sheriff's Office, mainly as charges for services.

- Reporting the Sheriff's Most Significant Funds

The Sheriff's financial statements as a whole are comprised of many individual funds. Significant funds, or major funds, are each reported in a separate column in the Fund Financial Statements so that they can be analyzed apart from the smaller funds. The remaining funds, or non-major funds, are combined into one column titled Other Governmental Funds.

The General Fund accounts for the majority of the day-to-day activities of the Sheriff's Office. It is the most significant fund of not only the Sheriff's Office, but of any government agency. All other funds account for resources dedicated for specific purposes or those in which the Sheriff's Office acts as Trustee. The General Fund, as well as all of the other governmental funds, is reported using an accounting method called modified accrual accounting, which reports revenues and expenses in the period earned or consumed, regardless of when cash is received or paid.

The Governmental Funds Fund Balances (Reserves) are reconciled to Net Assets in a statement on page 18 of the financial statements. The two terms Net Assets and Reserves might seem to be referring to the same thing. However, Net Assets provide more of a long-term view of the Sheriff's financial picture and Governmental Fund Reserves focus on how the money flows in and out of those funds during the year and the balances available to fund future operations. The reconciliation shows the relationship between the two.

- The Sheriff as Trustee

The Sheriff's Office is also responsible for maintaining and reporting other funds of which it has a custodial responsibility. These monies are for specific purposes and must be reported separately. These funds consist of jail inmate balances, tax collections not yet distributed and civil proceeding monies. These activities are reported in the Statement of Fiduciary Assets and Liabilities on page 21.

Rapides Parish Sheriff
June 30, 2010

Management's Discussion and Analysis

Analysis of the Sheriff's Financial Statements as a Whole

The combined Net Assets of the Sheriff's Office as of June 30, 2010 was \$20.31 million, down \$2.7 million from the previous year. This represents an 11.5% decrease. Total assets at year-end were \$24.7 million compared to liabilities of \$4.4 million. The asset to liability ratio is nearly 6:1. Table 1 below shows the combined net assets at June 30, 2010, and comparative amounts for June 30, 2009.

Table 1
Net Assets

	<u>6/30/09</u>	<u>6/30/10</u>	<u>\$ Inc/ (Dec)</u>	<u>%Inc/ (Dec)</u>
Cash and Investments	\$ 7,486,814	\$ 7,365,387	\$ (121,427)	(1.62)%
Receivables	2,638,742	2,715,391	76,649	2.90 %
Inventories	108,799	47,375	(61,424)	(56.46)%
Prepaid Expenses	119,575	73,468	(46,107)	(38.56)%
Capital assets, net of depreciation	<u>15,547,385</u>	<u>14,512,223</u>	<u>(1,035,162)</u>	<u>(6.66)%</u>
Total Assets	25,901,315	24,713,844	(1,187,471)	(4.58)%
Payables	194,837	204,897	10,060	5.16%
Deferred Revenue	45,573	328,969	283,396	621.85%
Long-term Liabilities	<u>2,703,121</u>	<u>3,874,948</u>	<u>1,171,827</u>	<u>43.35%</u>
Total Liabilities	<u>2,943,531</u>	<u>4,408,814</u>	<u>1,465,283</u>	<u>49.78%</u>
Net Assets	\$ 22,957,784	\$ 20,305,030	\$ (2,652,754)	(11.55)%

Net Assets equal assets less liabilities. At first glance, the reader may look at the net asset figure above and interpret this to mean that the Sheriff's Office has a \$20.31 million reserve. However, only \$5.8 million is unrestricted, or available for operations. The remaining \$14.5 million relates to the amount invested in capital assets.

Total assets decreased 5% largely due to the depreciation expense on capital assets; while, total liabilities for the Sheriff's Office increased \$1,465,283 largely due to the postemployment benefit obligation increase of \$1,211,714.

The Statement of Activities in Table 2 summarizes program revenues, general revenues, expenses by function, and the change in net assets from the previous year for the Sheriff's Office as a whole. Of the \$36.5 million in total revenues, program revenues account for 40% and general revenues account for 60%. Program revenues are those that are derived directly from the program itself or from parties outside the Sheriff's taxpayers or citizenry. They reduce the net cost of the function to be financed from the Sheriff's general revenues. Program revenues consist of charges for services and operating and capital grants. All revenues that are not program revenues are considered general revenues. Sales taxes and property taxes are the most common general revenues.

Rapides Parish Sheriff
June 30, 2010

Management's Discussion and Analysis

Program revenues and General revenues together decreased \$1,434,394 in the fiscal year ending June 30, 2010. Program revenues decreased \$702,334, or 4.54%, from the previous year. The loss of revenue is attributable to fewer inmates in DC3 and the work-release program. Operating and capital grants received were slightly lower this year compared to 2009. Of the \$14.7 million in program revenues, \$11.5 million were for charges for services and \$ 3.2 million were in Operating and Capital grant reimbursements. Of the \$11.5 million in charges for services, \$8.8 million were derived in the two jails, the Work Release facility, and the House Arrest program operated by the Sheriff's Office. The remaining program revenues were \$2.7 million in other charges for services and \$3.2 million in Operating and Capital Grants.

Sales taxes and property taxes compromised \$21.2 million of the \$21.7 million in general revenues. Together these two revenue sources decreased \$497,370, or 2% from the prior fiscal year. Most of the growth of the Sheriff's Office, in terms of salary and services provided to the citizens of Rapides Parish, is funded by these two taxes.

In analyzing the expenses by program/function in the Statement of Activities, total expenses decreased from \$40.7 million in fiscal year 2009 to \$39.1 million in the current year. The closure of the Louisiana Youth Academy and a decrease in personnel and operating expenses account for the decrease in program expenses. The Statement of Activities for the current and prior fiscal year is summarized in Table 2 below.

Table 2
Statement of Activities (Summary)

	<u>6/30/09</u>	<u>6/30/10</u>	<u>\$ Inc/ (Dec)</u>	<u>%Inc/ (Dec)</u>
Program Revenues:				
Charges for Services -				
Correctional Facilities	\$ 9,390,840	\$ 8,761,590	\$ (629,250)	(6.70)%
Other Divisions	1,837,801	2,007,516	169,715	9.23 %
Commissary Sales	<u>989,287</u>	<u>774,372</u>	<u>(214,915)</u>	<u>(21.72)%</u>
Total Charges for Services	12,217,928	11,543,478	(674,450)	(5.52)%
Operating/Capital Grants -				
Enforcement Division	2,349,186	1,065,131	(1,284,055)	(54.66)%
Louisiana Youth Academy	723,750	-	(723,750)	(100.00)%
Other	<u>163,918</u>	<u>2,143,839</u>	<u>1,979,921</u>	<u>1,207.87 %</u>
Total Operating/Capital Grants	<u>3,236,854</u>	<u>3,208,970</u>	<u>(27,884)</u>	<u>(.86)%</u>
Total Program Revenues	15,454,782	14,752,448	(702,334)	(4.54)%
General Revenues:				
Property Taxes	9,875,285	10,126,096	250,811	2.54 %
Sales Taxes	11,809,214	11,061,033	(748,181)	(6.34)%
Other General Revenues	<u>767,379</u>	<u>532,689</u>	<u>(234,690)</u>	<u>(30.58)%</u>
Total General Revenues	<u>22,451,878</u>	<u>21,719,818</u>	<u>(732,060)</u>	<u>(3.26)%</u>
Total All Revenues	37,906,660	36,472,266	(1,434,394)	(3.78)%

Rapides Parish Sheriff**June 30, 2010****Management's Discussion and Analysis**

	<u>6/30/09</u>	<u>6/30/10</u>	<u>\$ Inc/ (Dec)</u>	<u>%Inc/ (Dec)</u>
Expenses by Function/Program				
Public Safety	\$ 18,349,360	\$18,092,773	\$ (256,587)	(1.40)%
Correctional Facilities	15,678,644	14,527,645	(1,150,999)	(7.34)%
Administrative	5,956,520	5,932,240	(24,280)	(0.41)%
Commissary Expenses	<u>756,435</u>	<u>572,362</u>	<u>(184,073)</u>	<u>(24.33)%</u>
Total Expenses by Function/Program	<u>40,740,959</u>	<u>39,125,020</u>	<u>(1,615,939)</u>	<u>(3.97)%</u>
Change in Net Assets	\$ (2,834,299)	\$(2,652,754)	\$ 181,545	6.41 %

The Sheriff's Individual Funds

Individual Fund statements begin on page 16 of the annual report. As reported on the Balance Sheet on page 17, the General Fund accounts for 94% of the total assets and fund balances, and over 92% of the total liabilities in the Governmental Funds. The General Fund, as of June 30, 2010, consisted of \$9.6 million in assets and \$.5 million in liabilities. This leaves a Fund Balance of \$9.1 million, all of which is unrestricted. A General Fund fund balance of \$9.1 million might seem like an excessive amount to have on hand. However, keep in mind that the fund balance fluctuates from month to month throughout the course of a year, with the high being in January after ad valorem taxes are received and the low being in December right before the taxes for that year are collected. Available resources to pay employees and other expenses has been as low as \$1.6 million at December 31 in recent prior years, making it almost necessary to borrow funds to make it to January. The Sheriff's management believes that a fund balance of \$9 million at the fiscal year end of June 30th is needed in order to have enough funds on December 31st each year to meet its obligations.

General Fund Budgetary Highlights

The Rapides Parish Sheriff's Office adopted a balanced budget in its General Fund for the fiscal year beginning July 1, 2009. Revenues and expenditures were budgeted at \$36.7 million with an expected remaining fund balance of \$9.2 million. This budget was \$ 2.3 million, or 6% lower than the previous year's original budget. The ½ cent sales tax, total state revenues, and feeding and maintenance of prisoners were decreased from the prior year. The ½ sales tax was budgeted 16% lower because of the sluggish economy, state revenues were budgeted lower in fiscal year 2010 because of the closure of the Louisiana Youth Academy, and the feeding and maintenance of prisoners was decreased due to fewer inmates. Property taxes were increased 6% due to expectation of increasing commercial and residential development within Rapides Parish.

Expenditures in the 2010 original budget decreased \$ 2.3 million from the prior year original budget. Salaries and fringe benefits declined over \$1.0 million, operating expenses were reduced \$.88 million and capital outlay purchases were reduced by nearly \$.4 million. A decrease in full time positions and lower liability and life insurance account for the majority of the decrease in salaries and fringe benefits. The reduction in operating costs is attributed to lower fuel costs and the closure of the Louisiana Youth Academy.

Rapides Parish Sheriff
June 30, 2010

Management's Discussion and Analysis

The budget was amended one time during the fiscal year, in May 2010. The amendment decreased projected revenues from \$36.7 million to \$36.0 million and projected expenses from \$36.7 million to \$36.6 reflecting a deficit of \$.6 million for the year ending June 30, 2010. Sales tax and feeding and maintaining of prisoners accounted for a substantial portion of the decrease in revenues. Combined, these two sources of revenue decreased \$1.2 million in the amended budget. An increase in ad-valorem tax and inter-governmental revenue helped curb the revenue losses.

The \$.1 million decrease in budgeted expenses in the amended budget is largely attributable to lower operating expenses of \$.4 million and an increase in capital expenses of \$.3 million.

Capital Assets and Debt Administration

Capital Assets

The Sheriff's Office spent nearly \$1 million on capital assets during the fiscal year ending June 30, 2010. Twenty three vehicles were purchased at a cost of \$491,000, as were 27 in car camera systems totaling \$165,000. Other capital outlay acquisitions during the year were the purchase of tasers and bullet proof vests at a cost of \$60,700. The following table summarizes the prior year and current year ending balances of capital assets.

	June 30, 2009	June 30, 2010
Land and Buildings	\$ 15,716,176	\$ 15,716,176
Vehicles	4,640,506	4,859,884
Radios	1,598,244	1,650,773
Other Equipment	<u>5,052,310</u>	<u>5,316,972</u>
	27,007,236	27,543,805
Less Depreciation	<u>(11,459,851)</u>	<u>(13,031,582)</u>
Assets, Net of Depreciation	\$ 15,547,385	\$ 14,512,223
Percentage of Remaining Life	57.60%	52.70%

The percentage of remaining life is an indicator of the age of the asset. The higher the percentage reflects the capital asset has a longer remaining lifespan. The assets, therefore, at June 30, 2010 have over ½ of their useful life remaining. As this percentage decreases, one can assume that more resources will have to be used to replace the older capital assets.

Debt Administration

Unused vacation pay and compensation time due to employees are liabilities of the Sheriff's Office, however, most of that amount is never paid out. These amounts, known as compensated absences payable, are only paid when an employee retires or employment is terminated. During the fiscal year ending June 30, 2010, the compensated absences balance decreased to \$1,323,763. A slight decrease in the number of vacation hours due to employees on June 30, 2010, accounted for this reduction.

**Rapides Parish Sheriff
June 30, 2010**

Management's Discussion and Analysis

Prior to 2008, the Rapides Parish Sheriff recognized the cost of providing postemployment medical and life benefits as an expense when the benefit premiums were due and thus financed the cost on a pay as you go basis. Effective July 1, 2008, the Rapides Parish Sheriff implemented Governmental Accounting Standards Board Statement Number 45 (GASB 45), Accounting for Financial Reporting by Employers for Postemployment Benefits Other Than Pensions. For a complete description of GASB 45 and how the Rapides Parish Sheriff's liability is calculated, see note 14 on page 37 in the notes to basic financial statements.

The following table summarizes the debt balances at June 30 for the past two years.

	June 30, 2009	June 30, 2010
Postemployment Benefit Obligation	\$ 1,339,471	\$ 2,551,185
Compensated Absences Payable	1,363,650	1,323,763
Total	\$ 2,703,121	\$ 3,874,948

Summary

Although the fiscal year that ended June 30, 2010 was another challenging year for the Rapides Parish Sheriff's Office from a financial standpoint, the department was able to continue its goal of becoming a state of the art law enforcement program. All Enforcement division vehicles now contain computers and in car digital video camera systems. This equipment secures the safety of both the citizens and our law officers.

Contacting the Sheriff's Management

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the finances of the Rapides Parish Sheriff's Office. If you have any specific questions about this report, contact Sheriff Charles F. Wagner, Jr., or Finance Officer Mark Thibeaux, P. O. Box 1510, Alexandria, LA 71309.

Basic Financial Statements

**Government-Wide
Financial Statements (GWFS)**

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Net Assets
Governmental Activities
June 30, 2010**

Exhibit A

Assets		
Cash and cash equivalents		\$ 968,152
Investments		6,397,235
Receivables		2,421,834
Accrued interest receivable		19,512
Due from fiduciary funds		274,045
Inventories		47,375
Prepaid expenses		73,468
Capital assets, net of depreciation		
Nondepreciable		
Land and improvements	588,283	
Depreciable		
Buildings	9,338,376	
Equipment and furniture	3,859,395	
Other capital assets	726,169	14,512,223
Total Assets		<u>24,713,844</u>
Liabilities		
Accounts payable		204,897
Deferred revenue		328,969
Long-term liabilities		
Due in more than one year		
Postemployment benefit obligation	2,551,185	
Compensated absences	1,323,763	3,874,948
Total Liabilities		<u>4,408,814</u>
Net Assets		
Invested in capital assets, net of related debt		14,512,223
Unrestricted		<u>5,792,807</u>
Total Net Assets		<u><u>\$ 20,305,030</u></u>

The accompanying notes are an integral part of the financial statements.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Activities
Governmental Activities
Year Ended June 30, 2010**

Exhibit B

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Current					
Executive division	\$ 2,623,247	\$ -	\$ 42,000	\$ 383,383	\$ (2,197,864)
Bonds and fines division	210,354	-	-	-	(210,354)
Finance division	497,642	-	-	-	(497,642)
Human resources division	135,497	-	-	-	(135,497)
Tax department	420,527	100,048	-	-	(320,479)
Civil department	935,085	1,054,795	29,500	-	149,210
Maintenance/road crew	992,259	-	45,263	-	(946,996)
Corrections administration division	422,559	-	18,000	-	(404,559)
Correction division (DC-1)	4,297,560	1,437,365	281,087	-	(2,579,108)
Work release facility	3,848,734	3,738,112	165,986	-	55,364
Courthouse security	976,097	115,042	70,993	-	(790,062)
House arrest division	434,641	142,445	30,000	-	(262,196)
Investigative division	3,500,436	46,259	236,192	-	(3,217,985)
Enforcement division	7,957,340	631,698	885,015	180,116	(6,260,511)
Support services division	1,693,070	40,900	82,000	-	(1,570,170)
School resource officers	3,792,998	-	357,847	-	(3,435,151)
Correction division (DC-3)	5,524,151	3,443,668	326,375	-	(1,754,108)
Warehouse	111,130	-	6,000	-	(105,130)
Cost of merchandise sold - commissaries	572,362	774,372	-	-	202,010
Bank charges - commissaries	6,499	-	-	-	(6,499)
Metro narcotics division	172,832	18,774	69,213	-	(84,845)
Total Governmental Activities	\$ 39,125,020	\$ 11,543,478	\$ 2,645,471	\$ 563,499	(24,372,572)
General Revenues					
Taxes					
Ad valorem taxes levied for general purposes					10,126,096
Sales taxes authorized for general purposes					11,061,033
Grants and contributions not restricted to specific programs					
State revenue sharing					585,241
Other grants and contributions					29,479
Interest earned					68,290
Other					80,115
Special item - loss on sale/disposal of assets					(230,436)
Total General Revenues					21,719,818
Change in Net Assets					(2,652,754)
Net Assets, Beginning of Year					22,957,784
Net Assets, End of Year					\$ 20,305,030

The accompanying notes are an integral part of the financial statements.

Fund Financial Statements (FFS)

**Rapides Parish Sheriff
Alexandria, Louisiana
Balance Sheet
Governmental Funds
June 30, 2010**

Exhibit C

	General Fund	Other Governmental Funds	Total Governmental Funds
Assets			
Cash and cash equivalents	\$ 830,272	\$ 137,880	\$ 968,152
Investments	6,000,000	397,235	6,397,235
Receivables	2,405,972	15,862	2,421,834
Accrued interest receivable	16,198	3,314	19,512
Due from other funds	282,897	9,934	292,831
Inventories	36,684	10,691	47,375
Total Assets	\$ 9,572,023	\$ 574,916	\$ 10,146,939
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 204,897	\$ -	\$ 204,897
Due to other funds	-	18,786	18,786
Deferred revenue	304,143	24,826	328,969
Total Liabilities	509,040	43,612	552,652
Fund Balances			
Unreserved	9,062,983	-	9,062,983
Unreserved - reported in nonmajor			
Special revenue fund	-	130,099	130,099
Capital projects fund	-	401,205	401,205
Total Fund Balances	9,062,983	531,304	9,594,287
Total Liabilities and Fund Balances	\$ 9,572,023	\$ 574,916	\$ 10,146,939

The accompanying notes are an integral part of the financial statements.

**Rapides Parish Sheriff
Alexandria, Louisiana
Reconciliation of Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2010**

Exhibit D

Total Fund Balances - Governmental Funds

\$ 9,594,287

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported as assets in Governmental Funds.

Cost of capital assets	27,543,805	
Less - accumulated depreciation	<u>(13,031,582)</u>	14,512,223

Long-term liabilities are not due and payable in the current period. Accordingly, they are not reported as liabilities in the Governmental Funds. All liabilities are reported in the Statement of Net Assets.

Postemployment benefit obligation	(2,551,185)	
Compensated absences payable	<u>(1,323,763)</u>	(3,874,948)

Costs incurred which benefit more than one period are recorded as an expenditure in the Governmental Funds when paid. The portion relating to the next fiscal year is reported as prepaid expenses in the Statement of Net Assets.

Prepaid expenses		<u>73,468</u>
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Net Assets of Governmental Activities

\$ 20,305,030

The accompanying notes are an integral part of the financial statements.

Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2010

Exhibit E

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues			
Taxes			
Ad valorem	\$ 10,126,096	\$ -	\$ 10,126,096
Sales	11,061,033	-	11,061,033
Intergovernmental	4,144,865	69,213	4,214,078
Fees, commissions, etc.	10,267,603	18,774	10,286,377
Sale of merchandise	-	774,372	774,372
Interest earned	60,359	7,931	68,290
Other	172,456	-	172,456
Total Revenues	<u>35,832,412</u>	<u>870,290</u>	<u>36,702,702</u>
Expenditures			
Current			
Executive division	2,388,648	-	2,388,648
Bonds and fines division	219,705	-	219,705
Finance division	475,369	-	475,369
Human resources division	132,449	-	132,449
Tax department	405,691	-	405,691
Civil department	885,745	-	885,745
Maintenance/road crew	892,957	-	892,957
Corrections administration division	335,845	-	335,845
Correction division (DC-1)	4,110,060	-	4,110,060
Work release facility	3,530,805	-	3,530,805
Courthouse security	931,065	-	931,065
House arrest division	408,334	-	408,334
Investigative division	3,189,131	-	3,189,131
Enforcement division	7,199,549	-	7,199,549
Support services division	1,470,504	-	1,470,504
School resource officers	3,568,422	-	3,568,422
Correction division (DC-3)	5,119,185	-	5,119,185
Warehouse	100,222	-	100,222
Cost of merchandise sold - commissaries	-	572,362	572,362
Bank charges - commissaries	-	6,499	6,499
Metro narcotics division	-	172,832	172,832
Capital outlay	989,762	-	989,762
Total Expenditures	<u>36,353,448</u>	<u>751,693</u>	<u>37,105,141</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(521,036)</u>	<u>118,597</u>	<u>(402,439)</u>
Other Financing Sources (Uses)			
Transfers in	240,000	44,571	284,571
Transfers out	(44,571)	(240,000)	(284,571)
Sale of capital assets	2,781	-	2,781
Total Other Financing Sources (Uses)	<u>198,210</u>	<u>(195,429)</u>	<u>2,781</u>
Net Change in Fund Balances	<u>(322,826)</u>	<u>(76,832)</u>	<u>(399,658)</u>
Fund Balances, Beginning of Year	<u>9,385,809</u>	<u>608,136</u>	<u>9,993,945</u>
Fund Balances, End of Year	<u>\$ 9,062,983</u>	<u>\$ 531,304</u>	<u>\$ 9,594,287</u>

The accompanying notes are an integral part of the financial statements.

Rapides Parish Sheriff
Alexandria, Louisiana
Reconciliation of Governmental Funds Statement of Revenues,
Expenditures, and Changes in Fund Balances to the Statement of Activities
Year Ended June 30, 2010

Exhibit F

Net Change in Fund Balances - Governmental Funds **\$ (399,658)**

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which capital outlays exceed depreciation expense in the period.

Capital outlays reported in the funds	989,760	
Less - depreciation reported in the Statement of Activities	<u>(1,791,705)</u>	(801,945)

In the Statement of Activities, only the gain (loss) on the sale of the assets is reported, whereas in the Governmental Funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the cost of the assets sold.

Gain (loss) on the sale of assets	(230,436)	
Less - proceeds from the sale of assets	<u>(2,781)</u>	(233,217)

In the Statement of Activities, certain operating expenses, such as compensated absences (vacation and sick leave), worker's compensation claims, and liability claims are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).

(Increase) decrease in postemployment benefit obligation	(1,211,714)	
(Increase) decrease in vacation and sick leave accrued	<u>39,887</u>	(1,171,827)

Prepaid costs are recognized as an expenditure when paid in the Governmental Funds. In the Statement of Activities, however, prepaid expenses are allocated over the period for which the expense is related.

Increase (decrease) in prepaid expenses		<u>(46,107)</u>
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Change in Net Assets - Governmental Activities **\$ (2,652,754)**

The accompanying notes are an integral part of the financial statements.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds - Agency Funds
June 30, 2010**

Exhibit G

Assets	
Cash and cash equivalents	\$ 2,978,216
Receivables	6,227
Due from other funds	18,138
Total Assets	<u>\$ 3,002,581</u>
Liabilities	
Due to other funds	\$ 292,183
Due to taxing bodies, inmates, and others	2,710,398
Total Liabilities	<u>\$ 3,002,581</u>

The accompanying notes are an integral part of the financial statements.

Notes to Basic Financial Statements

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

1. Reporting Entity and Significant Accounting Policies

As provided by Article V, Section 27, of the Louisiana Constitution of 1974, the Rapides Parish Sheriff (the Sheriff) serves a four-year term as the chief executive officer of the law enforcement district and ex-officio tax collector of the parish. The Sheriff administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, serving subpoenas, et cetera.

As the chief law enforcement officer of the parish, the Sheriff has the responsibility for enforcing state and local laws and ordinances within the territorial boundaries of Rapides Parish. The Sheriff provides protection to the residents of the parish through on-site patrols, investigations, and other law enforcement activities. The Sheriff also serves the residents of the parish through the establishment of neighborhood watch, anti-drug abuse, and other similar programs. When requested, the Sheriff also provides assistance to other law enforcement agencies within the parish.

As the ex-officio tax collector of the parish, the Sheriff is responsible for the collection and distribution of ad valorem taxes, state revenue sharing funds, fines, costs, and bond forfeitures imposed by the district court.

The financial statements of the Rapides Parish Sheriff have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Rapides Parish Sheriff's accounting policies are described below.

Reporting Entity

GASB Statement No. 14, *The Reporting Entity*, as amended, establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Rapides Parish Sheriff is considered a primary government, since it is a special purpose government that has a separately elected official, is legally separate, and is fiscally independent of other state or local governments. As described in GASB Statement No. 14, fiscally independent means that the Sheriff may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Sheriff also has no component units, as other legally separate organizations for which the Sheriff is financially accountable. There are no other primary governments with which the Sheriff has a significant relationship.

For financial reporting purposes, in conformance with GASB Codification Section 2100, the Sheriff includes all funds, account groups, and activities that are controlled by the Sheriff as an independently elected official. As such, the Sheriff is solely responsible for the operations of his office, which include the hiring and retention of employees, authority over budgeting, responsibility for deficits, and the receipt and disbursement of funds. This report only includes all funds that are controlled by or dependent upon the Rapides Parish Sheriff.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Basis of Presentation

The Rapides Parish Sheriff's basic financial statements consist of Government-Wide Financial Statements, including a Statement of Net Assets and a Statement of Activities, and Fund Financial Statements, which provide a more detailed level of financial information.

Government-Wide Financial Statements – The Government-Wide Financial Statements include the Statement of Net Assets and the Statement of Activities. These statements report financial information for the Sheriff as a whole.

Fiduciary activities are not included at the Government-Wide reporting level. Fiduciary funds are reported only in the Statement of Assets and Liabilities of Fiduciary Funds at the fund financial statement level. Individual funds are not displayed, but the statements distinguish governmental activities, which normally are supported by taxes and intergovernmental revenues, from business-like activities (if any), generally financed in whole or in part by fees or charges. The activity of internal service funds (if any) is eliminated to avoid duplicating revenues and expenses. The Rapides Parish Sheriff does not have any business-like activities or internal service funds.

The Statement of Net Assets presents the financial position of the governmental activities at year-end.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Sheriff's governmental activities. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The Sheriff does not allocate indirect expenses to functions in the Statement of Activities. The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with the functional program. Program revenues include: (1) charges for services which report fees and other charges to users of the Sheriff's services; (2) operating grants and contributions that are restricted to meeting the operational activities of a function; and (3) capital grants and contributions which fund the acquisition of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which particular function program revenue pertains, the determining factor for charges for services is which particular function generates the revenue. For grants and contributions, the determining factor is to which particular functions the revenues are restricted. Revenues not classified as program revenues are presented as general revenues, which include ad valorem taxes, sales tax, state revenue sharing, interest, and other unrestricted revenues. The comparison of program revenues and expenses identifies the extent to which each program is self-financing or draws from the general revenues of the Sheriff.

Fund Financial Statements – The financial transactions of the Sheriff are recorded in individual funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that include its assets, liabilities, fund equity, revenues, and expenditures. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with legal and contractual provisions.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Funds are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate "fund types". The following fund types are used by the Rapides Parish Sheriff:

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (Special Revenue Funds) and the acquisition or construction of general fixed assets (Capital Projects Funds). The Fund Financial Statements report financial information by major funds and nonmajor funds. The following governmental funds are considered major funds:

General Fund - The General Fund is used to account for all activities of the general government not accounted for in some other fund. The General Fund, as provided by Louisiana Revised Statute 33:1422, is the principal fund of the Sheriff's office and is used to account for the operations of the Sheriff's office.

All other funds are considered nonmajor funds. Descriptions for these funds can be found at the beginning of the nonmajor governmental funds combining statements.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Sheriff accounts for its agency funds in this category. Agency funds consist of the Sheriff's Civil Fund, Tax Collector Fund, Cash Bond Fund, Fines and Costs Fund, Jail Inmate Fund, and Work Release Inmate Fund. They consist of monies deposited for civil suits, taxes, appearance bonds, fees, and funds held on behalf of inmates. Disbursements from the various funds are made to the appropriate agencies, litigants, and others as prescribed by statute.

Basis of Accounting/ Measurement Focus

Government-Wide Financial Statements (GWFS)

The Government-Wide Financial Statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenditures are recognized when incurred.

Fund Financial Statements (FFS)

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the Government-Wide Financial Statements. Major individual governmental funds are reported as separate columns in the Fund Financial Statements.

Fund Financial Statements report detailed information about the Sheriff's office. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Governmental Funds

All governmental funds are accounted for using a current financial resources measurement focus. All governmental fund types and agency funds use the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the Balance Sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Sheriff considers ad valorem taxes as available if they are collected within sixty (60) days after the fiscal year end. Sales taxes are accrued in accordance with GASB Statement No. 33. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Those revenues susceptible to accrual are ad valorem taxes, sales taxes, interest revenue and charges, commissions, and fees for service. Revenue recognition for cost reimbursement grants is recognized in accordance with GASB Statement 1, as amended by GASB Statement No. 33. Grant revenue and expenditures are recognized in the period when all eligibility requirements have been met. Deferred revenues include amounts for which asset recognition criteria have been met. The Sheriff reports advance receipt of grant funds for use in the following period as deferred revenue.

Fiduciary Funds

The Sheriff has six agency funds. Unlike other types of funds, agency funds report only assets and liabilities. Therefore, agency funds cannot be said to have a measurement focus; however, they use the modified accrual basis of accounting to recognize receivables and payables.

Budgets

Budgets are adopted on the modified accrual basis of accounting, as discussed in the governmental funds. Annual appropriated budgets are usually adopted for the General and Special Revenue Funds. All annual appropriations lapse at the end of the fiscal year. Budgets for capital projects are adopted on a project-length basis. Because these nonoperating budgets primarily serve as a management control function, no comparison between budgeted and actual amounts for funds budgeted on this basis is provided in this document.

The Sheriff follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Sheriff prepares a proposed budget no later than fifteen days prior to the beginning of each fiscal year.
2. A summary of the proposed budget is published notifying the public that the proposed budget is available for public inspection. At the same time, the date of the public hearing is published.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted prior to the commencement of the fiscal year for which the budget is being adopted.
5. All budgets are controlled at the fund level and are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts shown in the financial statements are as originally adopted or as amended from time to time by the Sheriff.

Cash and Cash Equivalents and Investments

Cash and cash equivalents include amounts in cash on hand and in demand deposits.

Investments represent certificates of deposit with a maturity date more than three months from the date acquired. Investments are stated at cost, which approximates market value.

Under state law, the Sheriff may deposit funds in demand deposits (interest bearing or non-interest bearing), money market accounts, or time certificates of deposit of any bank domiciled or having a branch office in the State of Louisiana. The Sheriff may invest in United States bonds, treasury notes, investments as stipulated in state law, or any other federally insured investments.

Receivables

Receivables are charged against income as they become uncollectible. In the opinion of management, all receivables at year-end were considered collectible, and an allowance for doubtful accounts was not considered necessary.

Internal Balances (Due from/to Other Funds)

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the governmental funds Balance Sheet. These internal balances are eliminated for reporting in the Statement of Net Assets.

Inventories

Inventories consist of (1) items sold at the commissaries, (2) supplies for the detention centers, (3) office supplies, and (4) shop tire inventory. Inventories are valued at the lower of cost or market, using the first-in/first-out (FIFO) method.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Prepaid Expenses

In the Government-Wide Financial Statements, insurance premiums and maintenance agreements paid prior to year-end for coverage included in the next fiscal year are reported as prepaid expenses since the expense benefits the next fiscal year. In the Fund Financial Statements, these premiums are recorded as expenditures when paid.

Capital Assets and Depreciation

In the Government-Wide Financial Statements, capital assets are valued at historical cost or estimated cost if historical cost is not known. Donated assets, if any, are valued at estimated fair market value on date of donation. A capitalization threshold of \$500 has been adopted for reporting purposes. Capital assets are depreciated on a straight-line method over the following estimated useful lives:

Building and improvements	5-30 Years
Vehicles	5-15 Years
Radios	7-10 Years
Boats	5-10 Years
Office equipment and software	5-15 Years
Camera/video	4-10 Years
Other	3-30 Years
Weapons	5-10 Years

Capital assets provided by the Rapides Parish Police Jury are not recorded on the financial statements of the Rapides Parish Sheriff.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized.

In the Fund Financial Statements, capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions are reflected as expenditures in governmental funds. No provision is made for depreciation on capital assets in the Fund Financial Statements since the full cost is expensed at the time of purchase.

Deferred Revenue

The Rapides Parish Sheriff may report deferred revenue in its fund financial statements. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Sheriff before he has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Sheriff has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Compensated Absences

Material vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. This includes payments that come due before the end of the reporting period upon the occurrence of employee resignation, retirement, or death that will be paid early in the following year. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are not reported in the Fund Financial Statements. The full liability and related costs are reported in the Government-Wide Financial Statements. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Long-Term Liabilities

Long-term liabilities expected to be financed from governmental funds are not reported in the Balance Sheet for Fund Financial Statements. All liabilities, including long-term debt, are reported on the Statement of Net Assets in the Government-Wide Financial Statements. Interest expense on long-term debt is recognized in the Government-Wide Financial Statements as the interest accrues, regardless of when it is due.

Net Assets

Net assets are reported as restricted when constraints placed on net asset use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

In cases where the Sheriff receives restricted and unrestricted funds for the same purpose, the restricted funds are used first.

Fund Balances

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use.

Interfund Transactions

In the governmental funds, transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as operating transfers.

Interfund balances are eliminated in the Government-Wide Financial Statements.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property located within the parish as of January 1 of each year. Taxes are levied normally in November, and actually billed to the taxpayer during the same month. Billed taxes become delinquent on January 1 of the following year. As the tax collector of the parish, the Sheriff bills and collects its own property taxes using the assessed values determined by the tax assessor of Rapides Parish. Assets are recognized when an enforceable legal claim has arisen or when resources are received, whichever is first. Revenues from ad valorem taxes are budgeted in the year billed, and recognized in the period that the taxes are levied.

Sales Taxes

On October 5, 2002, the voters of Rapides Parish elected to allow the Rapides Parish Law Enforcement District to levy and collect an additional 0.5% sales and use tax. This tax was levied effective January 1, 2003, in perpetuity, for the purpose of funding salaries and related benefits, as well as the purchase, lease, operation and maintenance of vehicles, furniture and fixtures, and equipment of the Rapides Parish Sheriff's Office as defined in Sections 301-317 of Title 47 of Louisiana Revised Statutes of 1950 (R.S. 47:301- 47:317).

Supplemental Wages

Certain employees receive supplemental wages from the State of Louisiana. These supplemental wages are recognized as intergovernmental revenues and salaries and related benefits. For the fiscal year ending June 30, 2010, the amount of supplemental wages received was \$524,236.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

2. Cash and Cash Equivalents and Investments

At June 30, 2010, the Sheriff had cash and cash equivalents and investments as follows:

Cash and cash equivalents - Governmental Funds	\$ 968,152
Cash and cash equivalents - Fiduciary Funds	2,978,216
Investments - Governmental Funds	<u>6,397,235</u>
	\$ 10,343,603

These deposits are stated at cost, which approximates market. Under state law, these deposits (or resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the agent bank.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Custodial credit risk is the risk that in the event of a bank failure, the Sheriff's deposits may not be returned. As of June 30, 2010, the Sheriff's bank balance of \$11,765,827 was not exposed to custodial credit risk in that \$2,015,605 was insured and \$9,750,222 was collateralized by securities held by the pledging banks in the Sheriff's name.

3. Receivables

	Governmental Activities	Fiduciary Funds
Security contracts	\$ 39,661	\$ -
Sales taxes	1,028,158	-
Grants	146,749	-
Housing and guarding inmates	922,826	-
Due from inmates	-	5,851
Other	284,440	376
	<u>\$ 2,421,834</u>	<u>\$ 6,227</u>

4. Interfund Receivables, Payables, and Transfers

Amounts due from and due to other funds reported in the Fund Financial Statements at June 30, 2010, consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 18,786
General Fund	Fiduciary Funds	264,111
Other Governmental Funds	Fiduciary Funds	9,934
Fiduciary Funds	Fiduciary Funds	18,138
		<u>\$ 310,969</u>

Balances at June 30, 2010, result from the routine timing differences between the dates that interfund goods or services are provided and the dates that reimbursement occurs.

Transfers shown in the Fund Financial Statements for the year ending June 30, 2010, were as follows:

<u>Transfers in</u>	<u>Transfers out</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 240,000
Other Governmental Funds	General Fund	44,571
		<u>\$ 284,571</u>

Transfers are used to offset expenses of operating commissaries in the General Fund and to use unrestricted revenues in the General Fund to finance various programs.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

5. Inventories

The following is a summary of inventories at June 30, 2010:

Warehouse inventory	\$ 10,736
Tires	12,999
Office supplies	12,949
Commissary inventory	<u>10,691</u>
	\$ 47,375

6. Capital Assets

The following is a summary of changes in capital assets during the year ended June 30, 2010:

	<u>July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2010</u>
Governmental Activities				
Capital assets not being depreciated				
Land and improvements	\$ 588,283	\$ -	\$ -	\$ 588,283
Total Capital Assets Not Being Depreciated	588,283	-	-	588,283
Other Capital Assets				
Buildings and improvements	15,127,893	-	-	15,127,893
Vehicles	4,640,506	490,940	(271,562)	4,859,884
Radios	1,598,244	52,529	-	1,650,773
Boats	164,195	-	-	164,195
Office equipment & software	2,471,161	52,927	(97,598)	2,426,490
Camera/video	695,945	164,520	(35,205)	825,260
Other	1,412,610	168,117	(35,837)	1,544,890
Weapons	308,399	60,727	(12,989)	356,137
Total Other Capital Assets	26,418,953	989,760	(453,191)	26,955,522
Less				
Accumulated depreciation				
Buildings and improvements	(5,282,792)	(506,725)	-	(5,789,517)
Vehicles	(2,765,224)	(577,818)	145,786	(3,197,256)
Radios	(973,099)	(133,927)	-	(1,107,026)
Boats	(70,926)	(17,863)	-	(88,789)
Office equipment & software	(984,165)	(259,358)	10,600	(1,232,923)
Camera/video	(502,047)	(117,446)	23,492	(596,001)
Other	(716,722)	(131,226)	29,227	(818,721)
Weapons	(164,876)	(47,342)	10,869	(201,349)
Total Accumulated Depreciation	(11,459,851)	(1,791,705)	219,974	(13,031,582)
Other Capital Assets, Net	14,959,102	(801,945)	(233,217)	13,923,940
Governmental Activities				
Capital Assets, Net	\$ 15,547,385	\$ (801,945)	\$ (233,217)	\$ 14,512,223

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Depreciation expense for the current fiscal year was charged to functions as follows:

Governmental Activities	
Executive division	\$ 145,395
Bonds and fines division	3,967
Finance division	3,051
Human resources division	1,707
Tax department	2,988
Civil department	33,306
Maintenance/road crew	76,119
Corrections administration division	64,029
Correction division (DC-1)	39,391
Work release facility	237,653
Courthouse security	7,972
House arrest division	13,403
Investigative division	205,981
Enforcement division	473,773
Support services division	185,264
School resource officers	39,469
Correction division (DC-3)	247,079
Warehouse	11,158
Total Depreciation Expense for Governmental Activities	\$ 1,791,705

7. Long-Term Liabilities

During the year ended June 30, 2010, the following changes occurred in long-term liabilities:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010
Postemployment benefit obligation	\$ 1,339,471	\$ 1,211,714	\$ -	\$ 2,551,185
Compensated absences payable	1,363,650	1,323,763	(1,363,650)	1,323,763
	<u>\$ 2,703,121</u>	<u>\$ 2,535,477</u>	<u>\$ (1,363,650)</u>	<u>\$ 3,874,948</u>

	Balance June 30, 2010	Due Within One Year	Due In More Than One Year
Postemployment benefit obligation	\$ 2,551,185	\$ -	\$ 2,551,185
Compensated absences payable	1,323,763	-	1,323,763
	<u>\$ 3,874,948</u>	<u>\$ -</u>	<u>\$ 3,874,948</u>

**Rapides Parish Sheriff
June 30, 2010**

Notes to Basic Financial Statements

8. Changes in Agency Funds

Balance, Beginning of Year	\$ 3,435,237
Additions	
Deposits	
Sheriff's sales, etc.	3,223,364
Bonds, fines, and costs	2,972,630
Other deposits	4,596,143
Taxes, fees, etc., paid to tax collector	70,989,825
Other additions	<u>153,689</u>
Total Additions	81,935,651
Reductions	
Taxes, fees, etc., distributed to taxing bodies and others	71,076,668
Deposits settled to:	
Sheriff's General Fund	3,722,226
Rapides Parish Police Jury	1,074,454
District Attorney	523,951
Indigent Defender	323,636
Clerk of Court	129,483
Litigants	2,136,906
Other settlements	826,193
Other reductions	<u>2,554,790</u>
Total Reductions	<u>82,368,307</u>
Balance, End of Year	\$ 3,002,581

9. Unsettled Balances – Tax Collector Fund

The unsettled balances at June 30, 2010, include the following:

Taxes received under protest, plus interest earned to date on these taxes	\$ 1,697,707
Interest earned on other tax collection accounts	1,369
Taxes, fees, etc. to be distributed to taxing bodies and others	<u>644</u>
	\$ 1,699,720

Taxes held under protest are maintained in a separate bank account pending resolution of the protested taxes. Interest earned on other monies is accumulated and distributed periodically.

10. Ad Valorem Taxes

For the year ended June 30, 2010, taxes of 16.97 mills were levied on property with assessed values totaling \$784,790,940.

11. Operating Leases

The Sheriff is committed for more than a single year under leases for office equipment and building or office space. These leases are considered for accounting purposes to be operating leases.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Lease expenditures for the year ended June 30, 2010, amounted to \$89,410, and consisted solely of minimum lease payments.

Future minimum lease payments for noncancellable leases are as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Amount</u>
2011	\$ 57,207
2012	10,546
2013	10,717
2014	<u>10,272</u>
	\$ 88,742

12. Risk Management

The office of the Rapides Parish Sheriff is exposed to various risks of loss related to torts, theft, or damage and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Sheriff carries commercial insurance for workmen's compensation, auto liability, commercial general liability, law enforcement officers' liability, and buildings and equipment. There have been no losses exceeding insurance coverage in any of the three preceding fiscal years.

The Sheriff covers all other losses, claim settlements, and judgments from General Fund resources. The Sheriff currently reports all of its risk management activities in its General Fund. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

The office of the Rapides Parish Sheriff is party to legal proceedings involving suits filed against the Sheriff for various reasons. Some of these suits claim damages that are material in amount. The amount of losses, if any, that may arise from these suits cannot be reasonably estimated. Management does not believe that the Sheriff is exposed to any material losses not covered by insurance. No provision for losses is included in the financial statements.

13. Pension Plan

Substantially all employees of the Rapides Parish Sheriff are members of the Sheriff's Pension and Relief Fund ("System"), a cost-sharing, multiple-employer, public employee retirement system (PERS), controlled and administered by a separate board of trustees.

All sheriffs and deputies who are found to be physically fit, who earn at least \$800 per month, and who are at least 18 years of age at the time of original employment are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service, or at any age with at least 30 years of credited service, and receive a benefit, payable monthly for life, equal to a percentage of their average final salary for each year of credited service. The percentage factor to be used for each year of service is 3.33 percent of creditable service. In any case, the retirement benefit cannot exceed 100 percent of the final average salary. Final average salary is the employee's highest average salary over 36 consecutive or joined months that produces the highest average. For employees hired after July 2006, the final average salary is the employee's highest average salary over 60 consecutive or joined months that produces the highest average. Employees

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

who terminate with at least 12 years of service and who do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service are also eligible to elect early benefits between the ages of 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The System also provides death and disability benefits. Benefits are established by state statute.

Effective July 1, 2008, any active, contributing member who has completed 10 years of service, has attained the age of 60, and is not in deferred retiree status, shall be eligible for a reduced retirement benefit equal to the member's accrued regular retirement benefit reduced actuarially for each month or fraction thereof that retirement begins prior to the member's earliest normal retirement date assuming continuous service. A member who elects to retire pursuant to this statute shall not be eligible to receive a Back-DROP benefit.

Employees who elected prior to July 1, 2001, could participate in the Deferred Retirement Option Plan (DROP), whereby in lieu of terminating employment and accepting a service retirement allowance, any member with twelve or more years of service and at least age 55, or 30 years of service and at least age 53, could defer the receipt of benefits for up to 3 years.

Effective July 1, 2001, the regular DROP option mentioned above was replaced by the Back DROP option. Instead of declaring in advance your DROP intentions, a member now declares at the end of the DROP period that he/she wants to participate in the Back DROP. The DROP period in the Back DROP is any time up to three years after a member is eligible to retire. The number of years in the Back DROP period is then subtracted from the number of years of creditable service to determine the retirement allowance for the member. The benefit allowable in the Back DROP is equal to the number of months in the DROP period times the monthly benefit calculated using the maximum retirement benefit.

Contributions to the System include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and one-tenth of one percent of the net direct premiums received in the state by casualty insurers doing business in the state. State statute requires covered employees to contribute 10.0% of their salaries to the System and requires an employer contribution equal to 11.0% of each covered employee's salary.

The Sheriff's Pension and Relief Fund issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to Sheriff's Pension and Relief Fund, 1225 Nicholson Drive, Baton Rouge, LA 70802.

The Sheriff made the following required contributions to the Sheriff's Pension and Relief Fund:

<u>Fiscal Year Ending</u>	<u>Amount</u>
6/30/10	\$ 2,405,992
6/30/09	2,456,475
6/30/08	2,397,119

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

14. Postemployment Health Care and Life Insurance Benefits

Plan Description

The Rapides Parish Sheriff's medical, dental and life insurance benefits are provided to employees upon retirement.

Retirement eligibility provisions are as follows: thirty years of service at any age; age fifty-five and fifteen years of service; or, age fifty and twenty years of service (with an actuarially reduced pension benefit). Although employees may retire after age fifty-five and twelve years of service, medical, dental and life insurance benefits are not provided until at least fifteen years of service at retirement. Complete plan provisions are contained in the official plan documents.

The amount of life insurance coverage at time of retirement may be continued by retirees after retirement. Insurance amounts are reduced to seventy-five percent of original coverage at age sixty-five and to fifty percent at age seventy, but not below \$10,000. A flat amount of \$10,000 is paid for by the employer for all retirees, and retirees may continue the amount of coverage beyond retirement, but at their own expense for amounts above the employer-provided \$10,000. However, that expense is determined using a "blended" rate between active and retired based on full life volume, and thus there is an implicit subsidy provided by the higher "blended" employer contribution for the active employees. The flat blended rate has been "unblended" by using the same mortality table as that used in the valuation for other purposes. All of the other assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Based on historical patterns evident in the retiree data, it has been assumed that ten percent of retirees have zero life insurance and an additional twenty percent decline the option of paying for the coverage beyond the minimum \$10,000.

Contribution Rates

Employees do not contribute to their postemployment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Funding Policy

Until 2008, the Rapides Parish Sheriff recognized the cost of providing postemployment medical and life benefits (Rapides Parish Sheriff's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the postemployment benefits on a pay-as-you-go basis. Effective with the fiscal year beginning July 1, 2008, the Rapides Parish Sheriff prospectively implemented Governmental Accounting Standards Board Statement Number 45 (GASB 45), *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

In the fiscal year ended June 30, 2010, the Rapides Parish Sheriff's portion of health care funding cost for retired employees totaled \$326,507, and the life insurance totaled \$2,965. These amounts were applied toward the Net OPEB Benefit Obligation as shown on the table on the following page.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Annual Required Contribution

The Rapides Parish Sheriff's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 45) has been used for the postemployment benefits. The total ARC for the fiscal year beginning July 1, 2009 is \$1,505,200 for health care and \$59,869 for life insurance, as set forth below:

	<u>Medical</u>	<u>Life</u>
Normal cost	\$ 680,844	\$ 22,816
30-year AAL amortization amount	824,356	37,053
Annual required contribution (ARC)	\$ 1,505,200	\$ 59,869

Net Postemployment Benefit Obligation (Asset)

The table below shows the Rapides Parish Sheriff's Net Other Postemployment Benefit (OPEB) Obligation (Asset) for the fiscal year ended June 30, 2010:

	<u>Medical</u>	<u>Life</u>
Beginning Net OPEB Obligation (Asset) July 1, 2009	\$ 1,284,290	\$ 55,181
Annual required contribution (ARC)	1,505,200	59,869
Interest on Net OPEB Obligation (Asset)	51,372	2,207
ARC Adjustment	<u>(74,271)</u>	<u>(3,191)</u>
OPEB Cost	1,482,301	58,885
Contribution	-	-
Current year retiree premium	<u>(326,507)</u>	<u>(2,965)</u>
Change in Net OPEB Obligation	1,155,794	55,920
Ending Net OPEB Obligation (Asset) June 30, 2010	\$ 2,440,084	\$ 111,101

The following table shows the Rapides Parish Sheriff's annual postemployment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded postemployment benefits (PEB) liability (asset):

<u>Post-employment Benefit</u>	<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
Health care	June 30, 2010	\$ 1,482,301	22.0%	\$ 2,440,084
Life insurance	June 30, 2010	58,885	5.0%	111,101

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Funded Status and Funding Progress

In the fiscal year ending June 30, 2010, the Rapides Parish Sheriff made no contributions to its postemployment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of June 30, 2010, the end of the fiscal year, the Actuarial Accrued Liability (AAL) was \$14,824,758 (medical) and \$666,506 (life), which is defined as that portion, as determined by a particular actuarial cost method (the Rapides Parish Sheriff uses the Unit Credit Cost Method), of the actuarial present value of postemployment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in the fiscal year ending June 30, 2010, the entire actuarial accrued liability of \$14,824,758 (medical) and \$666,506 (life) was unfunded. The funding status is as follows:

Actuarial accrued liability (AAL) – medical	\$ 14,824,758
Actuarial accrued liability (AAL) – life insurance	666,506
Actuarial value of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	\$ 15,491,264
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	\$ 22,208,492
UAAL as a percentage of covered payroll	69.8%

The schedule of funding progress presented as required supplemental information presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Due to GASB No. 45 being implemented last year and actuarial valuations conducted every two years, there is no comparative information on this schedule.

Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for postemployment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) healthcare cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the Rapides Parish Sheriff and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the Rapides Parish Sheriff and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Rapides Parish Sheriff and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Actuarial Cost Method

The ARC is determined using the Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets

Since this is the first actuarial valuation, there are not any assets. It is anticipated that in future valuations a smoothed market value consistent with Actuarial Standards Board ASOP 6 will be used, as provided in paragraph number 125 of GASB Statement 45.

Turnover Rate

An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 18%. The rates at each age are below:

<u>Age</u>	<u>Percent Turnover</u>
18 – 25	30.0%
26 – 40	23.0%
41 – 54	18.0%
55+	8.0%

Postemployment Benefit Plan Eligibility Requirements

Based on historical experience, it has been assumed that entitlement to benefits will commence four and one-half years after earliest eligibility to retire with a full pension benefit (that is, not actuarially reduced) and also with at least fifteen years of service (so as to be eligible for medical, dental and life insurance). Medical benefits are provided to employees upon actual retirement. The employees are covered by a retirement system whose retirement eligibility (DROP entry) provisions are as follows: thirty years of service at any age; age fifty-five and fifteen years of service; or, age fifty and twenty years of service (with an actuarially reduced pension benefit). Although employees may retire after age fifty-five and twelve years of service, medical, dental and life insurance benefits are not provided until at least fifteen years of service at retirement. Entitlement to benefits continue through Medicare to death.

Investment Return Assumption (Discount Rate)

GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will be funded, a 4% annual investment return has been used in this valuation. This is a conservative estimate of the expected long-term return of a balanced and conservative investment portfolio under professional management.

Rapides Parish Sheriff
June 30, 2010

Notes to Basic Financial Statements

Health Care Cost Trend Rate

The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, Table 3: National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2009 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Zero trend has been assumed for valuing life insurance.

Mortality Rate

The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is the mortality table which the Internal Revenue Service requires to be used in determining the value of accrued benefits in defined benefit pension plans. Since GASB 45 requires the use of "unblended" rates, the 94GAR mortality table described above has been used to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance.

Method of Determining Value of Benefits

The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the Rapides Parish Sheriff for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. In addition, since GASB 45 requires unblended rates for valuation purposes and a portion of the blended premium paid for active employees is attributable to an implicit subsidy for retirees before Medicare eligibility, that subsidy has been estimated as an additional thirty percent of the blended active rate for this purpose. There is an annually recalculated "tier assessment" which is also applied to medical benefit costs. Dependent coverage is not provided.

15. Expenses of the Sheriff Paid by Others

The Rapides Parish Police Jury, as governing authority of the Parish, is required to provide certain facilities, services, and supplies necessary for the Sheriff to carry out the responsibilities of the office. Consequently, expenditures for those costs, such as office space, parish jail, certain equipment and supplies, and related expenses necessary for the use, operation, and maintenance of these facilities, are not included in the financial statements of the Sheriff.

Required Supplemental Information – Part II

Rapides Parish Sheriff
Alexandria, Louisiana
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2010

Statement H

	Budgeted Amounts		Actual	Variance with Final Budget - Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Ad valorem	\$ 9,850,000	\$ 10,075,000	\$ 10,126,096	\$ 51,096
Sales taxes	11,700,000	11,000,000	11,061,033	61,033
Intergovernmental	3,935,800	4,160,700	4,144,865	(15,835)
Fees, commissions, etc.	10,483,900	10,186,400	10,267,603	81,203
Interest earned	120,000	55,000	60,359	5,359
Other	179,600	183,300	172,456	(10,844)
Total Revenues	36,269,300	35,660,400	35,832,412	172,012
Expenditures				
Current				
Executive division	2,321,327	2,414,246	2,388,648	25,598
Bonds and fines division	246,738	240,578	219,705	20,873
Finance division	466,692	474,113	475,369	(1,256)
Human resources division	161,336	135,351	132,449	2,902
Tax department	384,705	405,280	405,691	(411)
Civil department	885,561	883,660	885,745	(2,085)
Maintenance/road crew	927,935	898,236	892,957	5,279
Corrections administration division	581,856	334,962	335,845	(883)
Correction division (DC-1)	4,183,076	4,121,093	4,110,060	11,033
Work release facility	3,604,181	3,508,664	3,530,805	(22,141)
Courthouse security	930,839	930,913	931,065	(152)
House arrest division	398,927	408,082	408,334	(252)
Investigative division	3,180,909	3,172,826	3,189,131	(16,305)
Enforcement division	7,201,209	7,184,030	7,199,549	(15,519)
Support services division	1,398,833	1,453,561	1,470,504	(16,943)
School resource officers	3,561,529	3,571,934	3,568,422	3,512
Correction division (DC-3)	5,248,102	5,182,782	5,119,185	63,597
Warehouse	110,814	102,350	100,222	2,128
Capital outlay	685,231	986,039	989,762	(3,723)
Total Expenditures	36,479,800	36,408,700	36,353,448	55,252
Deficiency of Revenues Over Expenditures	(210,500)	(748,300)	(521,036)	227,264
Other Financing Sources (Uses)				
Transfers in	240,000	240,000	240,000	-
Transfers out	(44,500)	(44,500)	(44,571)	(71)
Sale of capital assets	15,000	2,800	2,781	(19)
Total Other Financing Sources (Uses)	210,500	198,300	198,210	(90)
Net Change in Fund Balance	-	(550,000)	(322,826)	227,174
Fund Balance, Beginning of Year	9,385,809	9,385,809	9,385,809	-
Fund Balance, End of Year	\$ 9,385,809	\$ 8,835,809	\$ 9,062,983	\$ 227,174

The accompanying notes are an integral part of the financial statements.

**Rapides Parish Sheriff
Alexandria, Louisiana
Schedule of Funding Progress**

Statement I

Postemployment Health Care and Life Insurance Benefits

Actuarial Valuation Date	7/1/2008
Actuarial Value of Assets (a)	\$ -
Actuarial Accrued Liability (AAL) (b) – Medical*	14,824,758
Actuarial Accrued Liability (AAL) (b) – Life*	<u>666,506</u>
Unfunded AAL (UAAL) (b-a)	\$ 15,491,264
Funded Ratio (a/b)	0.0%
Covered Payroll (c)	\$ 22,208,492
Unfunded AAL (Funding Excess) as a Percentage of Covered Payroll ((b-a)/c)	69.8%

* The unit credit cost method is used for funding purposes.

The accompanying notes are an integral part of the financial statements.

Supplemental Information

**Rapides Parish Sheriff
Alexandria, Louisiana
Balance Sheet
General Fund
June 30, 2010**

Statement J-1

Assets

Cash and cash equivalents	\$ 830,272
Investments	6,000,000
Receivables	2,405,972
Accrued interest receivable	16,198
Due from other funds	
Jail Commissary Fund	18,346
Drug Enforcement Fund	440
Sheriff's Civil Fund	34,967
Tax Collector Fund	1,369
Fines and Costs Fund	25,416
Work Release Inmate Fund	199,886
Jail Inmate Fund	2,473
Inventories	<u>36,684</u>
Total Assets	<u>\$ 9,572,023</u>

Liabilities and Fund Balance

Liabilities	
Accounts payable	\$ 204,897
Deferred revenue	<u>304,143</u>
Total Liabilities	509,040
Fund Balance	
Fund balance - Unreserved and undesignated	<u>9,062,983</u>
Total Liabilities and Fund Balance	<u>\$ 9,572,023</u>

See independent auditor's report.

Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
General Fund
Year Ended June 30, 2010

			Statement J-2 (Continued)
	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes			
Ad valorem	\$ 10,075,000	\$ 10,126,096	\$ 51,096
Sales	11,000,000	11,061,033	61,033
Intergovernmental			
Federal	849,900	792,168	(57,732)
State	2,913,600	2,948,969	35,369
Local	397,200	403,728	6,528
Fees, commissions, etc.			
Fees	780,500	800,290	19,790
Feeding and maintaining prisoners	8,387,700	8,367,928	(19,772)
Commissions	1,018,200	1,099,385	81,185
Interest earned	55,000	60,359	5,359
Other	183,300	172,456	(10,844)
Total Revenues	35,660,400	35,832,412	172,012
Expenditures			
Current			
Executive division	2,414,246	2,388,648	25,598
Bonds and fines division	240,578	219,705	20,873
Finance division	474,113	475,369	(1,256)
Human resources division	135,351	132,449	2,902
Tax department	405,280	405,691	(411)
Civil department	883,660	885,745	(2,085)
Maintenance/road crew	898,236	892,957	5,279
Corrections administration division	334,962	335,845	(883)
Correction division (DC-1)	4,121,093	4,110,060	11,033
Work release facility	3,508,664	3,530,805	(22,141)
Courthouse security	930,913	931,065	(152)
House arrest division	408,082	408,334	(252)
Investigative division	3,172,826	3,189,131	(16,305)
Enforcement division	7,184,030	7,199,549	(15,519)
Support services division	1,453,561	1,470,504	(16,943)
School resource officers	3,571,934	3,568,422	3,512
Correction division (DC-3)	5,182,782	5,119,185	63,597
Warehouse	102,350	100,222	2,128
Capital outlay	986,039	989,762	(3,723)
Total Expenditures	36,408,700	36,353,448	55,252
Deficiency of Revenues Over Expenditures	(748,300)	(521,036)	227,264

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
General Fund
Year Ended June 30, 2010**

			Statement J-2 (Concluded)
	Final Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses)			
Transfers in			
Jail Commissary Fund	\$ 240,000	\$ 240,000	\$ -
Transfers out			
Drug Enforcement Fund	(44,500)	(44,571)	(71)
Sale of capital assets	2,800	2,781	(19)
Total Other Financing Sources (Uses)	<u>198,300</u>	<u>198,210</u>	<u>(90)</u>
Net Change in Fund Balance	(550,000)	(322,826)	227,174
Fund Balance, Beginning of Year	<u>9,385,809</u>	<u>9,385,809</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 8,835,809</u></u>	<u><u>\$ 9,062,983</u></u>	<u><u>\$ 227,174</u></u>

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Expenditures - Budget and Actual
General Fund
Year Ended June 30, 2010**

			Statement J-3 (Continued)
	Final Budget	Actual	Variance Favorable (Unfavorable)
Expenditures			
Executive Division			
Current			
Salaries and related benefits	\$ 1,814,046	\$ 1,822,574	\$ (8,528)
Operating expenses	600,200	566,074	34,126
Capital outlay	52,801	50,801	2,000
Total Executive Division	<u>2,467,047</u>	<u>2,439,449</u>	<u>27,598</u>
Bonds and Fines Division			
Current			
Salaries and related benefits	215,078	196,892	18,186
Operating expenses	25,500	22,813	2,687
Capital outlay	2,308	2,308	-
Total Bonds and Fines Division	<u>242,886</u>	<u>222,013</u>	<u>20,873</u>
Finance Division			
Current			
Salaries and related benefits	452,763	453,602	(839)
Operating expenses	21,350	21,767	(417)
Capital outlay	2,250	2,250	-
Total Finance Division	<u>476,363</u>	<u>477,619</u>	<u>(1,256)</u>
Human Resources Division			
Current			
Salaries and related benefits	101,951	101,945	6
Operating expenses	33,400	30,504	2,896
Capital outlay	1,288	1,288	-
Total Human Resources Division	<u>136,639</u>	<u>133,737</u>	<u>2,902</u>
Tax Department			
Current			
Salaries and related benefits	250,980	250,796	184
Operating expenses	154,300	154,895	(595)
Capital outlay	3,794	3,795	(1)
Total Tax Department	<u>409,074</u>	<u>409,486</u>	<u>(412)</u>

See independent auditor's report.

Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Expenditures - Budget and Actual
General Fund
Year Ended June 30, 2010

	Statement J-3 (Continued)		
	Final Budget	Actual	Variance Favorable (Unfavorable)
Civil Department			
Current			
Salaries and related benefits	\$ 787,260	\$ 789,455	\$ (2,195)
Operating expenses	96,400	96,290	110
Capital outlay	883	883	-
Total Civil Department	<u>884,543</u>	<u>886,628</u>	<u>(2,085)</u>
Maintenance/Road Crew			
Current			
Salaries and related benefits	727,836	734,428	(6,592)
Operating expenses	170,400	158,529	11,871
Capital outlay	9,580	4,501	5,079
Total Maintenance/Road Crew	<u>907,816</u>	<u>897,458</u>	<u>10,358</u>
Corrections Administration Division			
Current			
Salaries and related benefits	279,162	278,707	455
Operating expenses	55,800	57,138	(1,338)
Capital outlay	730	730	-
Total Corrections Administration Division	<u>335,692</u>	<u>336,575</u>	<u>(883)</u>
Correction Division (DC-1)			
Current			
Salaries and related benefits	3,368,793	3,369,411	(618)
Operating expenses	752,300	740,649	11,651
Capital outlay	10,583	8,726	1,857
Total Correction Division (DC-1)	<u>4,131,676</u>	<u>4,118,786</u>	<u>12,890</u>
Work Release Facility			
Current			
Salaries and related benefits	2,487,114	2,477,857	9,257
Operating expenses	1,021,550	1,052,948	(31,398)
Capital outlay	22,277	22,277	-
Total Work Release Facility	<u>3,530,941</u>	<u>3,553,082</u>	<u>(22,141)</u>

See independent auditor's report.

Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Expenditures - Budget and Actual
General Fund
Year Ended June 30, 2010

Statement J-3
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Courthouse Security			
Current			
Salaries and related benefits	\$ 914,863	\$ 915,592	\$ (729)
Operating expenses	16,050	15,473	577
Capital outlay	19,237	19,237	-
Total Courthouse Security	950,150	950,302	(152)
House Arrest Division			
Current			
Salaries and related benefits	291,432	291,428	4
Operating expenses	116,650	116,906	(256)
Total House Arrest Division	408,082	408,334	(252)
Investigative Division			
Current			
Salaries and related benefits	2,930,276	2,933,070	(2,794)
Operating expenses	242,550	256,061	(13,511)
Capital outlay	129,736	138,229	(8,493)
Total Investigative Division	3,302,562	3,327,360	(24,798)
Enforcement Division			
Current			
Salaries and related benefits	6,228,580	6,222,355	6,225
Operating expenses	955,450	977,194	(21,744)
Capital outlay	632,063	636,853	(4,790)
Total Enforcement Division	7,816,093	7,836,402	(20,309)
Support Services Division			
Current			
Salaries and related benefits	1,084,111	1,077,693	6,418
Operating expenses	369,450	392,811	(23,361)
Capital outlay	93,989	93,364	625
Total Support Services Division	1,547,550	1,563,868	(16,318)

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Expenditures - Budget and Actual
General Fund
Year Ended June 30, 2010**

			Statement J-3 (Concluded)
	Final Budget	Actual	Variance Favorable (Unfavorable)
School Resource Officers			
Current			
Salaries and related benefits	\$ 3,525,034	\$ 3,524,069	\$ 965
Operating expenses	46,900	44,353	2,547
Capital outlay	1,460	1,460	-
Total School Resource Officers	3,573,394	3,569,882	3,512
Correction Division (DC-3)			
Current			
Salaries and related benefits	3,833,832	3,823,053	10,779
Operating expenses	1,348,950	1,296,132	52,818
Capital outlay	3,060	3,060	-
Total Correction Division (DC-3)	5,185,842	5,122,245	63,597
Warehouse			
Current			
Salaries and related benefits	80,050	78,376	1,674
Operating expenses	22,300	21,846	454
Total Warehouse	102,350	100,222	2,128
Total Expenditures	\$ 36,408,700	\$ 36,353,448	\$ 55,252

See independent auditor's report.

Nonmajor Governmental Funds

Special Revenue Funds - Special revenue funds account for the receipt and disbursement of earmarked monies.

Jail Commissary Fund - This fund accounts for the purchases and sales of cigarettes, candies, and notions for prisoners housed in the Rapides Parish Detention Centers (DC-1 and DC-3) and the Work Release Facility, as well as items purchased with the gross profits from the sale of the merchandise.

Drug Enforcement Fund - This fund accounts for the activities and transactions related to the Metro Narcotics Task Force.

Capital Projects Fund - The Capital Projects Fund is used to account for funds designated for future expansion and acquisitions.

Rapides Parish Sheriff
Alexandria, Louisiana
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

Statement K-1

		Special Revenue Funds					
		Jail Commissary Fund	Drug Enforcement Fund	Total Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds	
Assets	Cash and cash equivalents	\$ 90,521	\$ 46,703	\$ 137,224	\$ 656	\$ 137,880	
	Investments	-	-	-	397,235	397,235	
	Receivables	-	15,862	15,862	-	15,862	
	Due from other funds						
	Jail Inmate Fund	7,816	-	7,816	-	7,816	
Liabilities and Fund Balances	Work Release Inmate Fund	2,118	-	2,118	-	2,118	
	Accrued interest receivable	-	-	-	3,314	3,314	
	Inventories	10,691	-	10,691	-	10,691	
Total Assets		<u>\$ 111,146</u>	<u>\$ 62,565</u>	<u>\$ 173,711</u>	<u>\$ 401,205</u>	<u>\$ 574,916</u>	
Liabilities	Due to General Fund	\$ 18,346	\$ 440	\$ 18,786	\$ -	\$ 18,786	
	Deferred revenue	-	24,826	24,826	-	24,826	
	Total Liabilities	<u>18,346</u>	<u>25,266</u>	<u>43,612</u>	<u>-</u>	<u>43,612</u>	
Fund Balances		<u>92,800</u>	<u>37,299</u>	<u>130,099</u>	<u>401,205</u>	<u>531,304</u>	
Total Liabilities and Fund Balances		<u>\$ 111,146</u>	<u>\$ 62,565</u>	<u>\$ 173,711</u>	<u>\$ 401,205</u>	<u>\$ 574,916</u>	

See independent auditor's report.

Rapides Parish Sheriff
Alexandria, Louisiana
Combining Statement of Revenues,
Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2010

Statement K-2

Special Revenue Funds

	Jail Commissary Fund	Drug Enforcement Fund	Total Special Revenue Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues					
Intergovernmental					
Federal	\$ -	\$ 52,744	\$ 52,744	\$ -	\$ 52,744
Local	-	16,469	16,469	-	16,469
Commission on forfeited assets	-	18,774	18,774	-	18,774
Sale of merchandise	774,372	-	774,372	-	774,372
Interest earned	298	-	298	7,633	7,931
Total Revenues	774,670	87,987	862,657	7,633	870,290
Expenditures					
Current					
Salaries and related benefits	-	135,326	135,326	-	135,326
Utilities	-	2,003	2,003	-	2,003
Telephone	-	6,147	6,147	-	6,147
Informants and undercover operations	-	24,900	24,900	-	24,900
Supplies	-	294	294	-	294
Office expense	-	3,378	3,378	-	3,378
Insurance	-	784	784	-	784
Cost of merchandise sold - commissaries	572,362	-	572,362	-	572,362
Bank charges - commissaries	6,499	-	6,499	-	6,499
Total Expenditures	578,861	172,832	751,693	-	751,693
Excess (Deficiency) of Revenues over Expenditures	195,809	(84,845)	110,964	7,633	118,597
Other Financing Sources (Uses)					
Transfers in	-	44,571	44,571	-	44,571
Transfers out	(240,000)	-	(240,000)	-	(240,000)
Total Other Financing Sources (Uses)	(240,000)	44,571	(195,429)	-	(195,429)
Net Change in Fund Balances	(44,191)	(40,274)	(84,465)	7,633	(76,832)
Fund Balances, Beginning of Year	136,991	77,573	214,564	393,572	608,136
Fund Balances, End of Year	\$ 92,800	\$ 37,299	\$ 130,099	\$ 401,205	\$ 531,304

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Jail Commissary Fund
Year Ended June 30, 2010**

Statement L-1

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Sale of merchandise	\$ 767,000	\$ 774,372	\$ 7,372
Interest earned	300	298	(2)
Total Revenues	<u>767,300</u>	<u>774,670</u>	<u>7,370</u>
Expenditures			
Current			
Cost of merchandise sold	564,200	572,362	(8,162)
Bank charges	6,600	6,499	101
Total Expenditures	<u>570,800</u>	<u>578,861</u>	<u>(8,061)</u>
Excess of Revenues over Expenditures	196,500	195,809	(691)
Other Financing Uses			
Transfer out			
General Fund	(240,000)	(240,000)	-
Total Other Financing Uses	<u>(240,000)</u>	<u>(240,000)</u>	<u>-</u>
Net Change in Fund Balance	(43,500)	(44,191)	(691)
Fund Balance, Beginning of Year	<u>136,991</u>	<u>136,991</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 93,491</u></u>	<u><u>\$ 92,800</u></u>	<u><u>\$ (691)</u></u>

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and
Changes In Fund Balance - Budget and Actual
Drug Enforcement Fund
Year Ended June 30, 2010**

Statement L-2

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental			
Federal	\$ 50,404	\$ 52,744	\$ 2,340
Local	16,469	16,469	-
Commission on forfeited assets	17,170	18,774	1,604
Total Revenues	<u>84,043</u>	<u>87,987</u>	<u>3,944</u>
Expenditures			
Current			
Salaries and related benefits	127,291	135,326	(8,035)
Utilities	2,014	2,003	11
Telephone	5,054	6,147	(1,093)
Informants and undercover operations	24,900	24,900	-
Supplies	294	294	-
Office expense	3,285	3,378	(93)
Insurance	767	784	(17)
Total Expenditures	<u>163,605</u>	<u>172,832</u>	<u>(9,227)</u>
Deficiency of Revenues Over Expenditures	(79,562)	(84,845)	(5,283)
Other Financing Sources			
Transfer in			
General Fund	44,571	44,571	-
Total Other Financing Sources	<u>44,571</u>	<u>44,571</u>	<u>-</u>
Net Change in Fund Balance	(34,991)	(40,274)	(5,283)
Fund Balance, Beginning of Year	<u>77,573</u>	<u>77,573</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 42,582</u>	<u>\$ 37,299</u>	<u>\$ (5,283)</u>

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Capital Projects Fund
Year Ended June 30, 2010**

Statement M

Revenues	
Interest earned	\$ 7,633
Expenditures	<u> -</u>
Net Change in Fund Balance	7,633
Fund Balance, Beginning of Year	<u>393,572</u>
Fund Balance, End of Year	<u><u>\$ 401,205</u></u>

See independent auditor's report.

Agency Funds

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governmental entities, and/or other funds.

Sheriff's Civil Fund - This fund is used to account for cash received from sheriff's sales, garnishment of wages, and services provided to other governmental units. Also, certain amounts are held pursuant to judicial orders pending finalization of legal suits.

Tax Collector Fund - This fund is used to account for collection of assessed ad valorem taxes and redemptions of ad valorem taxes and the disposition to the applicable taxing bodies.

Cash Bond Fund - This fund is used to account for cash bonds received for prisoners' release pending trial.

Fines and Costs Fund - This fund is used to account for fines and costs on traffic and other legal violations received by the Sheriff to be distributed in accordance with specific laws and regulations.

Jail Inmate Fund - This fund is used to account for cash held for each prisoner in the jail. This money may be used by the prisoner for commissary purchases, and any remaining cash is returned to the prisoner when he/she is released.

Work Release Inmate Fund - This fund is used to account for cash held for each prisoner in the Work Release Facility. This money may be used by the prisoner for commissary purchases, and any remaining cash is returned to the prisoner when he/she is released.

Rapides Parish Sheriff
Alexandria, Louisiana
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Fund Types - All Agency Funds
June 30, 2010

Statement N-1

Assets		Sheriff's Civil Fund	Tax Collector Fund	Cash Bond Fund	Fines and Costs Fund	Jail Inmate Fund	Work Release Inmate Fund	Total
Cash and cash equivalents		\$ 371,574	\$ 1,699,720	\$ 151,418	\$ 223,261	\$ 44,392	\$ 487,851	\$ 2,978,216
Due from inmates		-	-	-	-	4,046	2,181	6,227
Due from other funds		-	-	-	-	-	-	-
Work Release Inmate Fund		-	-	-	-	18,138	-	18,138
Total Assets		\$ 371,574	\$ 1,699,720	\$ 151,418	\$ 223,261	\$ 66,576	\$ 490,032	\$ 3,002,581
Liabilities								
Due to other funds								
General Fund		\$ 34,967	\$ 1,369	\$ -	\$ 25,416	\$ 2,473	\$ 199,886	\$ 264,111
Jail Commissary Fund		-	-	-	-	7,816	2,118	9,934
Jail Inmate Fund		-	-	-	-	-	18,138	18,138
Unsettled balances due to taxing bodies and others		-	1,698,351	-	-	-	-	1,698,351
Due to inmates		-	-	-	-	56,287	269,890	326,177
Due to others		336,607	-	151,418	197,845	-	-	685,870
Total Liabilities		\$ 371,574	\$ 1,699,720	\$ 151,418	\$ 223,261	\$ 66,576	\$ 490,032	\$ 3,002,581

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana**
**Combining Statement of Changes
In Fiduciary Assets and Liabilities**
Fiduciary Fund Types - All Agency Funds
Year Ended June 30, 2010

Statement N-2

	Sheriff's Civil Fund	Tax Collector Fund	Cash Bond Fund	Fines and Costs Fund	Jail Inmate Fund	Work Release Inmate Fund	Total
Balances, Beginning of Year	\$ 412,421	\$ 1,786,563	\$ 168,630	\$ 254,452	\$ 105,260	\$ 707,911	\$ 3,435,237
Additions							
Deposits							
Sheriff's sales, etc.	3,223,364	-	-	-	-	-	3,223,364
Bonds, fines, and costs	-	-	102,477	2,870,153	-	-	2,972,630
Other deposits	487,183	-	-	-	825,738	3,283,222	4,596,143
Taxes, fees, etc., paid to tax collector	-	70,989,825	-	-	-	-	70,989,825
Other additions	-	-	717	-	148,379	4,593	153,689
Total Additions	3,710,547	70,989,825	103,194	2,870,153	974,117	3,287,815	61,935,651
Reductions							
Taxes, fees, etc., distributed to taxing bodies and others	-	71,076,668	-	-	-	-	71,076,668
Deposits settled to:							
Sheriff's General Fund	1,058,952	-	-	327,888	-	2,335,386	3,722,226
Rapides Parish Police Jury	-	-	-	1,074,454	-	-	1,074,454
District Attorney	-	-	-	523,951	-	-	523,951
Indigent Defender	-	-	-	323,636	-	-	323,636
Clerk of Court	129,483	-	-	-	-	-	129,483
Litigants	2,136,906	-	-	-	-	-	2,136,906
Other settlements	180,218	-	-	645,975	-	-	826,193
Other reductions	245,835	-	120,406	5,440	1,012,801	1,170,308	2,554,790
Total Reductions	3,751,394	71,076,668	120,406	2,901,344	1,012,801	3,505,694	82,368,307
Balances, End of Year	\$ 371,574	\$ 1,699,720	\$ 151,418	\$ 223,261	\$ 66,576	\$ 490,032	\$ 3,002,581

See independent auditor's report.

**Rapides Parish Sheriff
Alexandria, Louisiana
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2010**

Schedule 1

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Pass-through Grant Number	Award Amount	Amount Expended
U. S. Department of Justice				
Office of Victims of Crime				
Passed-through the State of Louisiana				
Crime Victim Assistance	16.575	C09-3-010	\$ 22,732	\$ 22,620
Office of Community Oriented Policing Services				
Direct				
Public Safety Partnership and Community Policing Grants	16.710	2005-CK-WX-0478	200,000	106,430
Passed-through the Grant Parish Sheriff's Office		2008-CK-WX-0501	105,732	61,533
Total CFDA 16.710			305,732	167,963
Bureau of Justice Assistance				
Direct				
Congressionally Recommended Awards	16.753	2008-D1-BX-0175	200,000	38,549
Bulletproof Vest Partnership Program	16.607		8,446	4,875
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant				
(JAG) Program/Grants to Units of Local Governments	16.804	2009-SB-B9-2882	709,524	257,723
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-1034	146,780	29,328
		2008-DJ-BX-0326	48,242	23,416
		2009-DJ-BX-1004	162,192	19,230
		2010-DJ-BX-1611	133,588	-
Passed-through the State of Louisiana		B09-3-013	13,614	13,614
Total CFDA 16.738			504,416	85,588
United States Marshals Service				
Direct				
Law Enforcement Services Labor Hour Contract	16.unknown	DJMS-09-35-M-0028	10,000	6,508
		DJMS-10-35-M-0035	15,000	11,733
FY 2009 Asset Forfeiture Funding	16.unknown	DJMS-09-35-M-0042	28,000	23,108
FY 2009 Asset Forfeiture Funding - Vehicle Acquisition	16.unknown		25,000	25,000
FY 2010 Vehicle Fuel and Retrofitting Funding	16.unknown	D35-10-0600	11,000	10,966
Federal Bureau of Investigation				
Direct				
Northeast Louisiana Gang Task Force	16.unknown		14,390	14,390
Total U.S. Department of Justice			1,854,240	669,123
U. S. Department of Transportation				
National Highway Safety Administration				
Passed-through the State of Louisiana				
State and Community Highway Safety	20.600	PT 2009-55-00	30,000	8,289
		PT 2010-42-00	23,560	20,839
Total CFDA 20.600			53,560	27,128
Passed-through the State of Louisiana				
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	K8HV 2010-13-00	15,360	14,708
Total U.S. Department of Transportation			68,920	41,834
U. S. Department of Homeland Security				
Passed-through the State of Louisiana				
Homeland Security Grant Program	97.067	2008-GE-T8-0013	58,370	41,997
Passed-through the Rapides Parish Office of Homeland Security				
Hazard Mitigation Grant	97.039	FEMA-1603-DR-LA-0079	23,500	23,500
State Homeland Security Program	97.073		58,000	57,480
Total U.S. Department of Homeland Security			139,870	122,977
Totals			\$ 2,063,030	\$ 833,934

Note 1. Basis of Presentation

All expenditures on the Schedule of Expenditures of Federal Awards are reported on the modified accrual basis of accounting. Note 1 to the financial statements provides additional information relative to the Sheriff's accounting policies.

Note 2. Subrecipients

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the Sheriff provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Public Safety Partnership and Community Policing Grants	16.710	\$ 106,430
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant		
(JAG) Program/Grants to Units of Local Governments	16.804	29,367
Edward Byrne Memorial Justice Assistance Grant Program	16.738	19,230

See independent auditor's report.

**Other Reports Required
by *Government Auditing Standards*
and OMB Circular A-133**

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***



PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1946

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Rapides Parish Sheriff, Alexandria, Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Rapides Parish Sheriff's basic financial statements and have issued our report thereon dated December 10, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Rapides Parish Sheriff's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Rapides Parish Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Rapides Parish Sheriff's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

MARVIN A. JONEAS, C.P.A.
ERNEST F. SASSER, C.P.A.
ROBERT W. BYORAK, C.P.A.
REBECCA B. MORRIS, C.P.A.

MICHAEL A. JONEAS, C.P.A.
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PAYNE, MOORE & HERRINGTON, LLP

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Rapides Parish Sheriff's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Rapides Parish Sheriff, management, and the Louisiana Legislative Auditor's office and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is in fact a public document.

Payne, Moore & Herrington, LLP

Certified Public Accountants

December 10, 2010

**Report on Compliance with Requirements Applicable to
Each Major Program and on Internal Control Over Compliance
in Accordance with OMB Circular A-133**



PAYNE, MOORE & HERRINGTON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

Established 1945

**Report on Compliance with Requirements Applicable to
Each Major Program and on Internal Control Over Compliance
In Accordance with OMB Circular A-133**

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

Compliance

We have audited the compliance of the Rapides Parish Sheriff, Alexandria, Louisiana, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. The Rapides Parish Sheriff's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Rapides Parish Sheriff's management. Our responsibility is to express an opinion on the Sheriff's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Sheriff's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Rapides Parish Sheriff's compliance with those requirements.

In our opinion, the Rapides Parish Sheriff complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

MARVIN A. JONEAU, C.P.A.
ERNEST F. SASSER, C.P.A.
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PAYNE, MOORE & HERRINGTON, LLP

The Honorable Charles F. Wagner, Jr.
Rapides Parish Sheriff
Alexandria, Louisiana

Internal Control Over Compliance

Management of the Rapides Parish Sheriff is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Sheriff's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Rapides Parish Sheriff's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Rapides Parish Sheriff, management, federal awarding agencies, pass-through entities, and the Legislative Auditor's office of the State of Louisiana, and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is in fact a public document.

Payne, Moore & Herrington, LLP
Certified Public Accountants

December 10, 2010

**Rapides Parish Sheriff
Schedule of Findings and Questioned Costs
Year Ended June 30, 2010**

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified	
Internal control over financial reporting:		
Material weaknesses identified?	____ Yes	<u> X </u> No
Significant deficiencies identified that are not considered to be material weaknesses?	____ Yes	<u> X </u> None reported
Noncompliance material to financial statements noted?	____ Yes	<u> X </u> No
Other matters reported, as required by <i>Government Auditing Standards</i> ?	____ Yes	<u> X </u> No
<i>Management's Corrective Action Plan</i>	Not Applicable	
<i>Management's Summary Schedule of Prior Audit Findings</i>	See Attached	
<i>Memorandum of Other Comments and Recommendations</i>	None Issued	

Federal Awards

Internal control over major programs:		
Material weaknesses identified?	____ Yes	<u> X </u> No
Significant deficiencies identified that are not considered to be material weaknesses?	____ Yes	<u> X </u> None reported
Type of auditor's report issued on compliance for major programs:	Unqualified	
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	____ Yes	<u> X </u> No
Identification of major programs:		

CFDA Number

16.710

16.804

Name of Federal Program

Public Safety Partnership and Community Policing
Grants
Recovery Act-Edward Byrne Memorial Justice
Assistance Grant (JAG) Program/Grants to Units of
Local Government

**Rapides Parish Sheriff
Schedule of Findings and Questioned Costs
Year Ended June 30, 2010**

Dollar threshold used to distinguish
between type A and type B programs

\$300,000

Auditee qualified as low-risk auditee?

_____ Yes

 X No

Section II - Financial Statement Findings

Not Applicable

Section III – Federal Award Findings and Questioned Costs

Not Applicable

**Rapides Parish Sheriff
Management's Summary Schedule of Prior Audit Findings
Year Ended June 30, 2010**

Finding 2009-01 – Insurance Fraud

Condition: In January 2009, \$570 in cash was stolen from the safe located in the Rapides Parish Sheriff's Bonds and Fines Department. The funds represented cash fines collected by the Rapides Parish Sheriff's Office on behalf of another governmental agency. Internal Affairs was immediately notified and an investigation was implemented. There was probable cause for termination of the employee, but not for prosecution. Therefore, the employee was terminated.

Current Status: Resolved.